

Department of Transportation

This addendum reflects the December 15, 2008, changes made to the HB 2 budget for the Department of Transportation and reflects changes not included in the January 2009 Legislative Budget Analysis, Volume 3, which was based upon the November 15, 2008, executive budget submission. The addendum only summarizes changes to proprietary funded programs of which the Legislature approves rates instead of making a direct appropriation.

The addendum provides the following tables, first at the agency level and then for each program:

- Revised budget comparison
- A budget reconciliation that shows the changes from the November version to the December final version
- A listing of all decision packages in the December 15 revised version (program level only)

Narratives are also provided, where appropriate, to describe the changes. The following decision packages were globally applied and these narratives will not be repeated for each program.

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories.

DP 8101 – Increasing 4% Vacancy Savings to 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment.

The following language was added for the department:

“In the motor pool program, if the price of gasoline goes above \$3.71, Tier 2 rates may be charged if approved by the Office of Budget and Program Planning. If the price of gasoline goes above \$4.21, Tier 3 rates may be charged if approved by the Office of Budget and Program Planning.”

LFD COMMENT

See the State Motor Pool Program for further discussion of this change.

“The Department of Transportation is re-appropriated the unspent balance of the \$3 million general fund appropriation that was established by the 2007 Legislature for surface transportation litigation up to \$2.6 million.”

LFD ISSUE

Language Appropriation for Surface Transportation Litigation

Type of Appropriation

The 2007 Legislature appropriated \$3.0 million general fund as a regular HB 2 appropriation and designated the funding as restricted, biennial, and one time only. In circumstances similar to the surface transportation litigation, language appropriations allow costs that cannot be predicted, but which may need to be spent, to be adequately addressed in the appropriation. However, they do not appear in the base or in narrative tables that support HB 2 and can as a result be overlooked in budgeting.

The legislature may wish to consider funding the costs for surface transportation litigation as the 2007 Legislature did, as a regular HB 2 appropriation and not as a language appropriation. If it does, the legislature may wish to follow the lead of the 2007 Legislature and designate the appropriation as restricted, biennial, and one time only.


**LFD
ISSUE
(CONT.)**
Revised Language

If the legislature decides to approve a language appropriation for this purpose, it may wish to consider the following language that meets bill drafting guidelines instead the language provided by the executive.

“In support of surface transportation litigation, up to \$2.6 million in general fund money is appropriated to the department for the 2011 biennium.”

Revised Tables

The tables that appear on pages C-128, for the restricted account, and C-130, for the nonrestricted account, are revised based on December 15 changes that impacted the funding in the Department of Justice and Department of Transportation. In total the changes had no impact on the total funds appropriated from the restricted and nonrestricted accounts of the highways state special revenue (HSRA) fund. The effects of the change were that all appropriations for the Department of Justice from HSRA are from the restricted account and a portion of the Maintenance Program of the Department of Transportation funding would be from the nonrestricted account. See the discussion for DP 301 in the Maintenance Program discussion.

Revised working capital balance highways state special revenue – nonrestricted account (revises table on page C-130 of Legislative Budget Analysis – 2011 Biennium).

Working Capital Balance				
Highways State Special Revenue - Nonrestricted Account				
Fiscal Years 2008 - 2011				
Description	FY 2008 Actual	FY 2009 Approp.	FY 2010 Budget	FY 2011 Budget
Beginning Working Capital Balance	\$95,773	\$151,747	\$6,647,728	\$8,209,617
Revenues				
Transfer in from the general fund	3,096,301	3,142,746	3,189,887	3,237,735
HJR 2 estimated GVW	8,130,991	8,217,454	8,305,045	8,394,857
All other revenues	<u>236,957</u>	<u>236,957</u>	<u>236,957</u>	<u>236,957</u>
Total Revenues	<u>\$11,464,249</u>	<u>\$11,597,157</u>	<u>\$11,731,889</u>	<u>\$11,869,549</u>
Expenditures				
Department of Transportation (HB 2)	0	0	10,070,000	10,120,000
Nonbudgeted transfer out - to restricted account (see Note 1)	11,309,235	5,001,176	0	0
Statutory transfer to noxious weed state special revenue account	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Total Expenditures	<u>\$11,409,235</u>	<u>\$5,101,176</u>	<u>\$10,170,000</u>	<u>\$10,220,000</u>
Revenues less expenditures	55,014	6,495,981	1,561,889	1,649,549
Adjustments	960			
Ending Working Capital Balance	<u>\$151,747</u>	<u>\$6,647,728</u>	<u>\$8,209,617</u>	<u>\$9,859,166</u>
Note 1: Not allowed in 15-70-125, MCA				



Revised working capital balance highways state special revenue –restricted account (revises table on page C-128 of Legislative Budget Analysis – 2011 Biennium).

Working Capital Balance Highways State Special Revenue - Restricted Account Fiscal Years 2008 - 2011 (in Millions)				
Description	FY 2008 Actual	FY 2009 Approp.	FY 2010 Budget	FY 2011 Budget
Beginning Working Capital Balance	\$24.0	\$41.1	\$7.6	(\$6.5)
Revenues				
Gasoline tax (net of refunds)	125.4	117.8	117.2	116.6
Diesel tax (net of refunds)	71.5	65.1	66.0	67.0
GVW	22.1	22.5	22.9	23.8
Federal indirect cost recovery	37.8	43.0	41.5	42.7
Other revenues:				
Transfer in from highways nonrestricted account	11.4	5.0	0.0	0.0
All other revenues	<u>13.5</u>	<u>8.3</u>	<u>8.3</u>	<u>8.3</u>
Total other revenues	24.9	13.3	8.3	8.3
Revenue deductions:				
Gasahol tax reduction	(1.0)	(1.4)	(1.7)	(2.1)
Alcohol production incentives (15-70-522, MCA)	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total revenue deductions	(1.0)	(1.4)	(1.7)	(2.1)
Total Revenues	<u>\$280.6</u>	<u>\$260.4</u>	<u>\$254.2</u>	<u>\$256.3</u>
Expenditures				
Department of Transportation (DOT)				
Statutory appropriations	20.9	20.9	21.3	21.3
HB 2 and HB 13	208.1	238.3	214.8	215.0
Supplemental appropriation		2.6		
Non-budgeted transactions (including carry forward)	<u>4.3</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Total DOT	233.3	261.9	236.2	236.3
Department of Justice (DOJ)	27.4	28.7	29.0	29.0
Long-range Building Program				
Maintenance and repair of DOT buildings	1.3	2.9	2.5	2.5
Department of Fish, Wildlife & Parks	<u>1.0</u>	<u>0.4</u>	<u>0.8</u>	<u>0.8</u>
Total Long-range Building Program	2.2	3.3	3.3	3.3
Total Expenditures	<u>\$263.0</u>	<u>\$293.9</u>	<u>\$268.4</u>	<u>\$268.6</u>
Revenues less expenditures	17.6	(33.5)	(14.2)	(12.3)
Adjustments	(0.6)			
Ending Working Capital Balance (without reversions)	<u>\$41.1</u>	<u>\$7.6</u>	<u>(\$6.5)</u>	<u>(\$18.8)</u>

At the end of the 2011 biennium the combined restricted and nonrestricted accounts would fall short by \$8.9 million from funding the operations of the agencies and programs it currently funds, at the revised budget level.



Agency Summary

5401 Department Of Transportation							All Programs	
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	129,928,240	142,044,054	136,785,332	137,323,160	271,972,294	274,108,492	2,136,198	0.8%
Operating Expenses	349,392,502	379,613,277	376,052,457	383,789,082	729,005,779	759,841,539	30,835,760	4.2%
Equipment & Intangible Assets	1,902,440	1,736,957	3,032,975	2,086,440	3,639,397	5,119,415	1,480,018	40.7%
Capital Outlay	15,979,768	12,870,929	15,979,768	15,979,768	28,850,697	31,959,536	3,108,839	10.8%
Local Assistance	447,116	407,684	447,116	447,116	854,800	894,232	39,432	4.6%
Grants	14,494,485	24,049,038	17,077,140	15,227,140	38,543,523	32,304,280	(6,239,243)	-16.2%
Transfers	13,701	10,283	13,701	13,701	23,984	27,402	3,418	14.3%
Debt Service	-	500	-	-	500	-	(500)	-100.0%
Total Costs	512,158,252	560,732,722	549,388,489	554,866,407	1,072,890,974	1,104,254,896	31,363,922	2.9%
General Fund	-	-	-	-	-	-	-	0.0%
State/other Special Rev. Funds	210,536,687	245,824,393	229,974,326	228,337,831	456,361,080	458,312,157	1,951,077	0.4%
Federal Spec. Rev. Funds	301,621,565	314,908,329	319,414,163	326,528,576	616,529,894	645,942,739	29,412,845	4.8%
Proprietary Funds	-	-	-	-	-	-	-	0.0%
Total Funds	512,158,252	560,732,722	549,388,489	554,866,407	1,072,890,974	1,104,254,896	31,363,922	2.9%

Agency Reconciliation

5401 Department Of Transportation						All Programs
Executive Budget Reconciliation						
	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	512,158,252	512,158,252	1,024,316,504
Statewide Present Law Adjustments	(0)	(0)	(0)	6,001,013	6,360,400	12,361,413
Other Present Law Adjustments	-	-	-	31,657,501	37,087,058	68,744,559
New Proposals	-	-	-	3,795,362	3,505,302	7,300,664
Original Executive Budget	-	-	-	553,612,128	559,111,012	1,112,723,140
Revised Executive Budget	-	-	-	549,388,489	554,866,407	1,104,254,896
Executive Budget Revisions (Dec. 15, 2008)						
PL04011 Aeronautics Division Cost Reduction	-	-	-	-	-	-
PL07101 Fuel Inflation Reduction	-	-	-	(28,863)	(33,127)	(61,990)
Present Law Total	-	-	-	(28,863)	(33,127)	(61,990)
NP00301 State Special Revenue Funding Switch	-	-	-	-	-	-
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(4,194,776)	(4,211,478)	(8,406,254)
New Proposal Total	-	-	-	(4,194,776)	(4,211,478)	(8,406,254)
Total All Decision Packages	-	-	-	(4,223,639)	(4,244,605)	(8,468,244)

General Operations Program

Revised Budget – General Operations Program

5401 Department Of Transportation					540101 General Operations Program			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	11,519,695	12,917,898	12,622,370	12,668,361	24,437,593	25,290,731	853,138	3.5%
Operating Expenses	10,902,842	12,623,317	12,692,089	12,523,632	23,526,159	25,215,721	1,689,562	7.2%
Equipment & Intangible Assets	31,859	393,141	31,859	31,859	425,000	63,718	(361,282)	-85.0%
Grants	297,177	649,444	297,177	297,177	946,621	594,354	(352,267)	-37.2%
Transfers	-	-	-	-	-	-	-	0.0%
Debt Service	-	500	-	-	500	-	(500)	-100.0%
Total Costs	22,751,573	26,584,300	25,643,495	25,521,029	49,335,873	51,164,524	1,828,651	3.7%
General Fund	-	-	-	-	-	-	-	0.0%
State/other Special Rev. Funds	21,045,984	24,970,490	24,089,332	23,966,278	46,016,474	48,055,610	2,039,136	4.4%
Federal Spec. Rev. Funds	1,705,589	1,613,810	1,554,163	1,554,751	3,319,399	3,108,914	(210,485)	-6.3%
Total Funds	22,751,573	26,584,300	25,643,495	25,521,029	49,335,873	51,164,524	1,828,651	3.7%

Reconciliation – General Operations Program

5401 Department Of Transportation				540101 General Operations Program		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	22,751,573	22,751,573	45,503,146
Statewide Present Law Adjustments	(0)	(0)	(0)	2,794,321	2,628,228	5,422,549
Other Present Law Adjustments	-	-	-	433,430	487,638	921,068
New Proposals	-	-	-	68,507	59,399	127,906
Original Executive Budget	-	-	-	26,047,831	25,926,838	51,974,669
Revised Executive Budget	-	-	-	25,643,495	25,521,029	51,164,524
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(50)	(57)	(107)
Present Law Total	-	-	-	(50)	(57)	(107)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(404,286)	(405,752)	(810,038)
New Proposal Total	-	-	-	(404,286)	(405,752)	(810,038)
Total All Decision Packages	-	-	-	(404,336)	(405,809)	(810,145)

The only changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.

Revises List of Decision Packages – General Operations Program

5401 Department Of Transportation				540101 General Operations Program		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL01001 Equipment Rental	-	-	-	3,065	2,311	5,376
PL01002 Overtime/Differential	-	-	-	50,083	50,083	100,166
PL01101 Office Equipment Cost Reduction	-	-	-	(1,754)	(1,754)	(3,508)
PL01301 Training Reduction	-	-	-	(8,600)	(8,600)	(17,200)
PL01302 District Health & Safety Specialists	-	-	-	45,000	45,000	90,000
PL01401 Merchant Credit Card Fees	-	-	-	52,590	84,383	136,973
PL01402 Tribal Refund FTE	-	-	-	39,487	39,905	79,392
PL01404 Fuel Tax Evasion Travel	-	-	-	10,250	10,250	20,500
PL01503 Computer Services Contract	-	-	-	202,357	225,108	427,465
PL01506 IT Maintenance Costs	-	-	-	40,952	40,952	81,904
PL07101 Fuel Inflation Reduction	-	-	-	(50)	(57)	(107)
Present Law Total	-	-	-	433,380	487,581	920,961
NP06101 Fixed Cost Workers Comp Management Program Allocat	-	-	-	68,507	59,399	127,906
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(404,286)	(405,752)	(810,038)
New Proposal Total	-	-	-	(335,779)	(346,353)	(682,132)
Total All Decision Packages	-	-	-	97,601	141,228	238,829

Construction Program

Revised Budget – Construction Program

5401 Department Of Transportation					540102 Construction Program			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	63,449,027	67,682,098	64,568,193	64,781,712	131,131,125	129,349,905	(1,781,220)	-1.4%
Operating Expenses	274,800,392	289,188,043	281,242,150	290,226,411	563,988,435	571,468,561	7,480,126	1.3%
Equipment & Intangible Assets	1,015,008	1,040,260	1,015,008	1,015,008	2,055,268	2,030,016	(25,252)	-1.2%
Capital Outlay	15,822,618	12,765,865	15,822,618	15,822,618	28,588,483	31,645,236	3,056,753	10.7%
Grants	1,187,648	372,010	1,187,648	1,187,648	1,559,658	2,375,296	815,638	52.3%
Total Costs	356,274,693	371,048,276	363,835,617	373,033,397	727,322,969	736,869,014	9,546,045	1.3%
State/other Special Rev. Funds	81,389,398	93,623,783	76,111,407	76,904,863	175,013,181	153,016,270	(21,996,911)	-12.6%
Federal Spec. Rev. Funds	274,885,295	277,424,493	287,724,210	296,128,534	552,309,788	583,852,744	31,542,956	5.7%
Total Funds	356,274,693	371,048,276	363,835,617	373,033,397	727,322,969	736,869,014	9,546,045	1.3%

Reconciliation – Construction Program

5401 Department Of Transportation				540102 Construction Program		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	356,274,693	356,274,693	712,549,386
Statewide Present Law Adjustments	-	-	-	344,336	573,369	917,705
Other Present Law Adjustments	-	-	-	9,229,095	18,207,867	27,436,962
New Proposals	-	-	-	-	-	-
Original Executive Budget	-	-	-	365,848,124	375,055,929	740,904,053
Revised Executive Budget	-	-	-	363,835,617	373,033,397	736,869,014
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(21,056)	(24,167)	(45,223)
Present Law Total	-	-	-	(21,056)	(24,167)	(45,223)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(1,991,451)	(1,998,365)	(3,989,816)
New Proposal Total	-	-	-	(1,991,451)	(1,998,365)	(3,989,816)
Total All Decision Packages	-	-	-	(2,012,507)	(2,022,532)	(4,035,039)

The only changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.

Revises List of Decision Packages – Construction Program

5401 Department Of Transportation				540102 Construction Program		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL00210 Contractor Payments/Federal Aid	-	-	-	10,438,628	19,538,628	29,977,256
PL00211 Contractor Payments/State Funded Construction	-	-	-	(3,826,896)	(3,826,896)	(7,653,792)
PL00214 Equipment Rental	-	-	-	430,762	309,534	740,296
PL00215 OT/Differential	-	-	-	2,832,525	2,832,525	5,665,050
PL00216 Training Reduction	-	-	-	(119,924)	(119,924)	(239,848)
PL00222 Westlaw Internet License	-	-	-	10,000	10,000	20,000
PL00223 Program Reductions	-	-	-	(536,000)	(536,000)	(1,072,000)
PL07101 Fuel Inflation Reduction	-	-	-	(21,056)	(24,167)	(45,223)
Present Law Total	-	-	-	9,208,039	18,183,700	27,391,739
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(1,991,451)	(1,998,365)	(3,989,816)
New Proposal Total	-	-	-	(1,991,451)	(1,998,365)	(3,989,816)
Total All Decision Packages	-	-	-	7,216,588	16,185,335	23,401,923


**LFD
ISSUE**
Agency Requested Revision Received After the December 15 Statutory Deadline

Subsequent to the Governor's budget changes made on December 15, 2008, the department submitted a revision to present law DP 210 – Contractor Payments/Federal Aid. The revisions were requested to align the request with the November 2008 tentative construction plan. The following revised decision package DP 210 is not reflected in the December 15 Governor's budget or the above tables for the department which reflect the official Governor's budget and are based on funding for federal aid contractor payments reflected in the 2007 tentative construction plan.

DP 210 – Contractor Payments/Federal Aid (Revised at agency request)

Fiscal 2010					Fiscal 2011				
FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 210 - Contractor Payments/Federal Aid									
0.00	0	3,578,547	24,033,697	27,612,244	0.00	0	3,298,528	22,153,078	25,451,606

DP 210 – Contractor Payments/Federal Aid - An increase of nearly \$53.0 million combined state special and federal special revenue for the biennium is requested to fund payments to highway construction contractors based on department estimates of federal-aid funding and the corresponding highway construction plan last updated November 2008. State special revenue funding is entirely from the restricted highways state special revenue account.

Impacts on Funding

The revised request increases funding from the restricted highways state special revenue account by \$3.0 million over the biennium. The request would increase the projected deficit for the combined restricted and nonrestricted accounts, discussed in the agency narrative of the Legislative Budget Analysis – 2011 Biennium and the revised tables included in the agency summary section of this addendum, to \$11.9 million at the end of the 2011 biennium. Funding from federal funds would increase by \$20.1 million and total funds would increase by \$23.1 million over the biennium.

Maintenance Program

Revised Budget – Maintenance Program

5401 Department Of Transportation					540103 Maintenance Program			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	43,652,415	49,498,900	46,476,914	46,689,234	93,151,315	93,166,148	14,833	0.0%
Operating Expenses	57,945,127	66,827,926	73,420,284	72,945,845	124,773,053	146,366,129	21,593,076	17.3%
Equipment & Intangible Assets	795,278	250,068	1,773,813	827,278	1,045,346	2,601,091	1,555,745	148.8%
Capital Outlay	157,150	105,064	157,150	157,150	262,214	314,300	52,086	19.9%
Total Costs	102,549,970	116,681,958	121,828,161	120,619,507	219,231,928	242,447,668	23,215,740	10.6%
State/other Special Rev. Funds	96,436,870	108,109,398	113,893,714	113,444,318	204,546,268	227,338,032	22,791,764	11.1%
Federal Spec. Rev. Funds	6,113,100	8,572,560	7,934,447	7,175,189	14,685,660	15,109,636	423,976	2.9%
Proprietary Funds	-	-	-	-	-	-	-	0.0%
Total Funds	102,549,970	116,681,958	121,828,161	120,619,507	219,231,928	242,447,668	23,215,740	10.6%

Reconciliation – Maintenance Program

5401 Department Of Transportation				540103 Maintenance Program		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	102,549,970	102,549,970	205,099,940
Statewide Present Law Adjustments	-	-	-	1,877,399	2,121,992	3,999,391
Other Present Law Adjustments	-	-	-	18,818,453	17,372,361	36,190,814
New Proposals	-	-	-	-	-	-
Original Executive Budget	-	-	-	123,245,822	122,044,323	245,290,145
Revised Executive Budget	-	-	-	121,828,161	120,619,507	242,447,668
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(1,923)	(2,207)	(4,130)
Present Law Total	-	-	-	(1,923)	(2,207)	(4,130)
NP00301 State Special Revenue Funding Switch	-	-	-	-	-	-
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(1,415,738)	(1,422,609)	(2,838,347)
New Proposal Total	-	-	-	(1,415,738)	(1,422,609)	(2,838,347)
Total All Decision Packages	-	-	-	(1,417,661)	(1,424,816)	(2,842,477)

Added DP 301 – State Special Revenue Funding Switch - The Governor added a funding switch that reduced funding from the highways restricted account by \$20,190,000 over the biennium and increased funding from the highways nonrestricted account by a like amount (\$10,070,000 in FY 2010 and \$11,120,000 in FY 2011). Funding switches of the same magnitude that were included in the November version of the budget for the Department of Justice were eliminated in the December budget version.

The only changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.



Revises List of Decision Packages – Maintenance Program

5401 Department Of Transportation				540103 Maintenance Program		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL00301 OT/Differential	-	-	-	2,589,439	2,589,439	5,178,878
PL00302 Equipment Rental	-	-	-	2,095,978	1,580,227	3,676,205
PL00303 Training Reduction	-	-	-	(30,628)	(30,628)	(61,256)
PL00306 Variable Message Signs	-	-	-	946,535	-	946,535
PL00307 US 93 Ravalli-Ronan Changes	-	-	-	167,221	167,889	335,110
PL00308 Rest Areas - Maintenance & Supplies	-	-	-	153,075	168,061	321,136
PL00310 City Contract Increases	-	-	-	113,018	113,558	226,576
PL00311 Mobile & Portable Handheld Radios	-	-	-	97,663	97,663	195,326
PL00312 Winter Maintenance - Increased Cost of Chemical	-	-	-	600,000	600,000	1,200,000
PL00314 Pavement Marking Program	-	-	-	1,894,091	1,894,091	3,788,182
PL00316 Noxious Weed Program	-	-	-	192,061	192,061	384,122
PL00318 State Funded Construction - Program Transfer	-	-	-	10,000,000	10,000,000	20,000,000
PL07101 Fuel Inflation Reduction	-	-	-	(1,923)	(2,207)	(4,130)
Present Law Total	-	-	-	18,816,530	17,370,154	36,186,684
NP00301 State Special Revenue Funding Switch	-	-	-	-	-	-
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(1,415,738)	(1,422,609)	(2,838,347)
New Proposal Total	-	-	-	(1,415,738)	(1,422,609)	(2,838,347)
Total All Decision Packages	-	-	-	17,400,792	15,947,545	33,348,337



State Motor Pool

The only changes to this proprietary funded program were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101. DP 7101 reduced funding for expenditures by \$874,000 over the biennium. DP 8101 reduced funding for expenditures by \$21,500 over the biennium. Combined the reductions totaled \$917,000.

The following table reflects the revised rates for the State Motor Pool. The first tier usage rates are reflective of gasoline prices of \$3.21 per gallon (price including federal taxes of \$0.183 per gallon). Contingency language for the department would authorize the Governor to increase the rates the State Motor Pool could charge if the price of gasoline increased above certain threshold levels (\$3.71 and \$4.21 per gallon).

Table 1 – State Motor Pool Base and 2011 Biennium Requested Rates							
Class	Description	Fiscal Year 2008		Fiscal Year 2010		Fiscal Year 2011	
		Assigned (per hour)	Usage (per mile)	Assigned (per hour)	Usage (per mile)	Assigned (per hour)	Usage (per mile)
02	Small Utilities	\$1.547	\$0.158	\$2.543	\$0.176	\$2.428	\$0.176
03	Hybrid SUV	\$1.547	\$0.158	\$1.690	\$0.129	\$2.323	\$0.128
04	Large Utilities	\$1.948	\$0.200	\$2.347	\$0.208	\$2.359	\$0.210
05	Hybrid Sedans	\$1.393	\$0.123	\$2.355	\$0.093	\$2.610	\$0.094
06	Mid-Size Compact	\$1.393	\$0.123	\$1.733	\$0.134	\$1.749	\$0.135
07	Small Pickups	\$1.528	\$0.187	\$1.667	\$0.199	\$1.678	\$0.201
11	Large Pickups	\$1.432	\$0.215	\$1.797	\$0.207	\$1.831	\$0.209
12	Van, All Types	\$1.453	\$0.181	\$1.825	\$0.198	\$1.858	\$0.200
Tier 2 (Contingent \$3.71/gal)							
02	Small Utilities			\$2.543	\$0.200	\$2.428	\$0.200
03	Hybrid SUV			\$1.690	\$0.146	\$2.323	\$0.144
04	Large Utilities			\$2.347	\$0.239	\$2.359	\$0.241
05	Hybrid Sedans			\$2.355	\$0.105	\$2.610	\$0.107
06	Mid-Size Compact			\$1.733	\$0.151	\$1.749	\$0.153
07	Small Pickups			\$1.667	\$0.225	\$1.678	\$0.228
11	Large Pickups			\$1.797	\$0.236	\$1.831	\$0.238
12	Van, All Types			\$1.825	\$0.224	\$1.858	\$0.227
Tier 3 (Contingent \$4.21/gal)							
02	Small Utilities			\$2.543	\$0.225	\$2.428	\$0.224
03	Hybrid SUV			\$1.690	\$0.164	\$2.323	\$0.161
04	Large Utilities			\$2.347	\$0.271	\$2.359	\$0.272
05	Hybrid Sedans			\$2.355	\$0.118	\$2.610	\$0.119
06	Mid-Size Compact			\$1.733	\$0.169	\$1.749	\$0.171
07	Small Pickups			\$1.667	\$0.252	\$1.678	\$0.254
11	Large Pickups			\$1.797	\$0.266	\$1.831	\$0.268
12	Van, All Types			\$1.825	\$0.251	\$1.858	\$0.253

Equipment Program

The only changes to this proprietary funded program were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.

DP 7101 reduced funding for expenditures by \$3.4 million over the biennium. DP 8101 reduced funding for expenditures by \$0.5 million over the biennium. Combined the reductions totaled \$3.9 million. Rates and allocation of costs to programs were not adjusted.

Motor Carrier Services Division

Revised Budget – Motor Carrier Services Division

5401 Department Of Transportation					540122 Motor Carrier Services Div.			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	6,118,243	6,534,617	7,555,173	7,592,501	12,652,860	15,147,674	2,494,814	19.7%
Operating Expenses	1,477,519	3,197,172	4,603,458	4,464,319	4,674,691	9,067,777	4,393,086	94.0%
Equipment & Intangible Assets	14,102	22,348	166,102	166,102	36,450	332,204	295,754	811.4%
Total Costs	7,609,864	9,754,137	12,324,733	12,222,922	17,364,001	24,547,655	7,183,654	41.4%
State/other Special Rev. Funds	6,050,642	7,075,583	9,120,563	9,125,684	13,126,225	18,246,247	5,120,022	39.0%
Federal Spec. Rev. Funds	1,559,222	2,678,554	3,204,170	3,097,238	4,237,776	6,301,408	2,063,632	48.7%
Total Funds	7,609,864	9,754,137	12,324,733	12,222,922	17,364,001	24,547,655	7,183,654	41.4%

Reconciliation – Motor Carrier Services Division

5401 Department Of Transportation

540122 Motor Carrier Services Div.

Executive Budget Reconciliation

	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	7,609,864	7,609,864	15,219,728
Statewide Present Law Adjustments	-	-	-	558,415	581,427	1,139,842
Other Present Law Adjustments	-	-	-	1,506,089	1,507,099	3,013,188
New Proposals	-	-	-	2,858,794	2,733,625	5,592,419
Original Executive Budget	-	-	-	12,533,162	12,432,015	24,965,177
Revised Executive Budget	-	-	-	12,324,733	12,222,922	24,547,655
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(44)	(51)	(95)
Present Law Total	-	-	-	(44)	(51)	(95)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(208,385)	(209,042)	(417,427)
New Proposal Total	-	-	-	(208,385)	(209,042)	(417,427)
Total All Decision Packages	-	-	-	(208,429)	(209,093)	(417,522)

The only changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.


Revises List of Decision Packages – Motor Carrier Services Division

5401 Department Of Transportation				540122 Motor Carrier Services Div.		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL02202 Montana-Wyoming Joint Port Project	-	-	-	245,977	245,977	491,954
PL02205 Unified Carrier Registration (UCR)	-	-	-	1,027,574	1,027,574	2,055,148
PL02208 Equipment Rental	-	-	-	32,371	24,405	56,776
PL02210 OT/Differential	-	-	-	177,744	177,744	355,488
PL02211 Training Adjustment	-	-	-	(12,355)	(12,355)	(24,710)
PL02214 Courtts Weight Station	-	-	-	16,798	16,798	33,596
PL02215 Motor Carrier Safety Assistance Program (MCSAP)	-	-	-	17,980	17,980	35,960
PL02216 Laptop Communication Aircard Maintenance	-	-	-	-	8,976	8,976
PL07101 Fuel Inflation Reduction	-	-	-	(44)	(51)	(95)
Present Law Total	-	-	-	1,506,045	1,507,048	3,013,093
NP02201 Maximization Weigh Station I90 Corridor	-	-	-	453,376	453,552	906,928
NP02206 Performance Registration Info Systems Mgmt - OTO	-	-	-	173,562	-	173,562
NP02207 Border Enforcement Grant (BEG)	-	-	-	1,732,042	1,763,633	3,495,675
NP02212 MCS Enforcement Bureau Realignment	-	-	-	499,814	516,440	1,016,254
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(208,385)	(209,042)	(417,427)
New Proposal Total	-	-	-	2,650,409	2,524,583	5,174,992
Total All Decision Packages	-	-	-	4,156,454	4,031,631	8,188,085

Aeronautics Program

Revised Budget – Aeronautics Program

5401 Department Of Transportation					540140 Aeronautics Program			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	616,085	620,178	574,423	577,664	1,236,263	1,152,087	(84,176)	-6.8%
Operating Expenses	950,314	1,693,345	597,889	294,408	2,643,659	892,297	(1,751,362)	-66.3%
Equipment & Intangible Assets	10,104	12,800	10,104	10,104	22,904	20,208	(2,696)	-11.8%
Grants	880,588	973,412	1,854,000	4,000	1,854,000	1,858,000	4,000	0.2%
Transfers	13,701	10,283	13,701	13,701	23,984	27,402	3,418	14.3%
Total Costs	2,470,792	3,310,018	3,050,117	899,877	5,780,810	3,949,994	(1,830,816)	-31.7%
State/other Special Rev. Funds	1,889,421	1,921,746	2,765,117	899,877	3,811,167	3,664,994	(146,173)	-3.8%
Federal Spec. Rev. Funds	581,371	1,388,272	285,000	-	1,969,643	285,000	(1,684,643)	-85.5%
Proprietary Funds	-	-	-	-	-	-	-	0.0%
Total Funds	2,470,792	3,310,018	3,050,117	899,877	5,780,810	3,949,994	(1,830,816)	-31.7%

Reconciliation – Aeronautics Program

5401 Department Of Transportation				540140 Aeronautics Program		
Executive Budget Reconciliation						
	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	2,470,792	2,470,792	4,941,584
Statewide Present Law Adjustments	-	-	-	28,425	33,904	62,329
Other Present Law Adjustments	-	-	-	576,040	(1,578,673)	(1,002,633)
New Proposals	-	-	-	345	299	644
Original Executive Budget	-	-	-	3,075,602	926,322	4,001,924
Revised Executive Budget	-	-	-	3,050,117	899,877	3,949,994
Executive Budget Revisions (Dec. 15, 2008)						
PL04011 Aeronautics Division Cost Reduction	-	-	-	-	-	-
PL07101 Fuel Inflation Reduction	-	-	-	(5,784)	(6,639)	(12,423)
Present Law Total	-	-	-	(5,784)	(6,639)	(12,423)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(19,701)	(19,806)	(39,507)
New Proposal Total	-	-	-	(19,701)	(19,806)	(39,507)
Total All Decision Packages	-	-	-	(25,485)	(26,445)	(51,930)

The Governor adjusted the funding of DP 4011 - Aeronautics Division Cost Reduction to further reduce state special revenue by \$461 over the biennium and increase federal special revenue by a like amount. The funding adjustment resulted in no net cost change.

The only other changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.

Revises List of Decision Packages – Aeronautics Program

5401 Department Of Transportation				540140 Aeronautics Program		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL04003 OT/Differential	-	-	-	1,950	1,950	3,900
PL04006 Training Reduction	-	-	-	(3,942)	(3,942)	(7,884)
PL04007 Aeronautic Grants - BIEN	-	-	-	352,907	(447,093)	(94,186)
PL04008 Aeronautic Loans - BIEN	-	-	-	454,207	(345,495)	108,712
PL04009 Pavement Preservation System - BIEN	-	-	-	166,000	(84,000)	82,000
PL04010 State System Plan - BIEN	-	-	-	197,422	(102,578)	94,844
PL04011 Aeronautics Division Cost Reduction	-	-	-	(73,920)	(78,931)	(152,851)
PL04015 Aeronautics Division Airport Adjustment	-	-	-	(518,584)	(518,584)	(1,037,168)
PL07101 Fuel Inflation Reduction	-	-	-	(5,784)	(6,639)	(12,423)
Present Law Total	-	-	-	570,256	(1,585,312)	(1,015,056)
NP06101 Fixed Cost Workers Comp Mgmt Program	-	-	-	345	299	644
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(19,701)	(19,806)	(39,507)
New Proposal Total	-	-	-	(19,356)	(19,507)	(38,863)
Total All Decision Packages	-	-	-	550,900	(1,604,819)	(1,053,919)

Rail, Transit, and Planning Division

Revised Budget – Rail, Transit, and Planning Division

5401 Department Of Transportation					540150 Rail, Transit, & Planning Division			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	4,572,775	4,790,363	4,988,259	5,013,688	9,363,138	10,001,947	638,809	6.8%
Operating Expenses	3,316,308	6,083,474	3,496,587	3,334,467	9,399,782	6,831,054	(2,568,728)	-27.3%
Equipment & Intangible Assets	36,089	18,340	36,089	36,089	54,429	72,178	17,749	32.6%
Local Assistance	447,116	407,684	447,116	447,116	854,800	894,232	39,432	4.6%
Grants	12,129,072	22,054,172	13,738,315	13,738,315	34,183,244	27,476,630	(6,706,614)	-19.6%
Total Costs	20,501,360	33,354,033	22,706,366	22,569,675	53,855,393	45,276,041	(8,579,352)	-15.9%
General Fund	-	-	-	-	-	-	-	0.0%
State/other Special Rev. Funds	3,724,372	10,123,393	3,994,193	3,996,811	13,847,765	7,991,004	(5,856,761)	-42.3%
Federal Spec. Rev. Funds	16,776,988	23,230,640	18,712,173	18,572,864	40,007,628	37,285,037	(2,722,591)	-6.8%
Total Funds	20,501,360	33,354,033	22,706,366	22,569,675	53,855,393	45,276,041	(8,579,352)	-15.9%

Reconciliation – Rail, Transit, and Planning Division

5401 Department Of Transportation				540150 Rail, Transit, & Planning Division		
Executive Budget Reconciliation						
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
Calculation of Executive Budget (Nov. 15, 2008)						
FY 2008 Base	-	-	-	20,501,360	20,501,360	41,002,720
Statewide Present Law Adjustments	(0)	(0)	(0)	398,117	421,480	819,597
Other Present Law Adjustments	-	-	-	1,094,394	1,090,766	2,185,160
New Proposals	-	-	-	867,716	711,979	1,579,695
Original Executive Budget	-	-	-	22,861,587	22,725,585	45,587,172
Revised Executive Budget	-	-	-	22,706,366	22,569,675	45,276,041
Executive Budget Revisions (Dec. 15, 2008)						
PL07101 Fuel Inflation Reduction	-	-	-	(6)	(6)	(12)
Present Law Total	-	-	-	(6)	(6)	(12)
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(155,215)	(155,904)	(311,119)
New Proposal Total	-	-	-	(155,215)	(155,904)	(311,119)
Total All Decision Packages	-	-	-	(155,221)	(155,910)	(311,131)

The only changes were the addition of 3 percent vacancy savings in DP-8101 and the reduction for fuel inflation in DP-7101.



Revises List of Decision Packages – Rail, Transit, and Planning Division

5401 Department Of Transportation				540150 Rail, Transit, & Planning Division		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL05001 Training Reduction	-	-	-	(540)	(540)	(1,080)
PL05002 Equipment Rental	-	-	-	14,746	11,118	25,864
PL05003 OT/Differential	-	-	-	29,089	29,089	58,178
PL05004 Bus Purchases (Federal)	-	-	-	1,051,099	1,051,099	2,102,198
PL07101 Fuel Inflation Reduction	-	-	-	(6)	(6)	(12)
Present Law Total	-	-	-	1,094,388	1,090,760	2,185,148
NP05005 Rest Area Stipend	-	-	-	75,000	75,000	150,000
NP05006 Highway Traffic Safety Section 408	-	-	-	531,575	383,838	915,413
NP05008 State Elderly & Disabled Transit Assistance	-	-	-	172,194	172,194	344,388
NP05009 TRANSCAD Software	-	-	-	8,995	995	9,990
NP05010 Traffic Data Collection Support	-	-	-	37,059	37,059	74,118
NP05012 Weigh-In-Motion (WIM) Support	-	-	-	29,560	29,560	59,120
NP05013 Accounting Adjustments	-	-	-	13,333	13,333	26,666
NP08101 Increasing 4% Vacancy Savings To 7%	-	-	-	(155,215)	(155,904)	(311,119)
New Proposal Total	-	-	-	712,501	556,075	1,268,576
Total All Decision Packages	-	-	-	1,806,889	1,646,835	3,453,724